Ernie Fletcher Governor



LaJuana S. Wilcher Secretary

Environmental and Public Protection Cabinet Public Service Commission

211 Sower Blvd. P.O. Box 615 Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 April 20, 2004

Honorable Elizabeth E. Blackford Assistant Attorney General Office of the Attorney General Utility & Rate Intervention Division 1024 Capital Center Drive Suite 200 Frankfort, KY 40601-8204

RE: Case No. 2002-00475

We enclose one attested copy of the Commission's Order in the above case.

Sincerely,

Thomas M. Dorman Executive Director

Honorable Elizabeth E. Blackford Assistant Attorney General Office of the Attorney General Utility & Rate Intervention Division 1024 Capital Center Drive Suite 200 Frankfort, KY 40601-8204

Kevin F. Duffy American Electric Power 101A Enterprise Drive P. O. Box 5190 Frankfort, KY 40602 Honorable David F. Boehm Attorney at Law Boehm, Kurtz & Lowry 36 East Seventh Street Suite 2110 Cincinnati, OH 45202

Honorable Mark R. Overstreet Attorney at Law Stites & Harbison 421 West Main Street P. O. Box 634 Frankfort, KY 40602-0634 Honorable Brent L. Caldwell Attorney McBrayer, McGinnis, Leslie and Kirkland, PLLC 201 East Main Street Suite 1000 Lexington, KY 40507

COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF KENTUCKY POWER COMPANY D/B/A AMERICAN ELECTRIC POWER FOR APPROVAL, TO THE EXTENT NECESSARY, TO TRANSFER FUNCTIONAL CONTROL OF TRANSMISSION FACILITIES LOCATED)))) CASE NO. 2002-00475)
IN KENTUCKY TO PJM INTERCONNECTION, L.L.C. PURSUANT TO KRS 278.218)))

ORDER

On April 19, 2004, Kentucky Power Company d/b/a American Electric Power ("Kentucky Power") filed a motion requesting the Commission to: (1) approve the transfer of functional control of Kentucky Power's transmission assets to PJM Interconnection, L.L.C. in conformity with a stipulation entered into by the parties; and (2) cancel the hearing scheduled on April 21, 2004.

Based on the motion and being otherwise sufficiently advised, the Commission finds that it is reasonable to cancel the April 21, 2004 hearing to provide sufficient time for consideration of the parties' stipulation and the request to approve Kentucky Power's transfer of functional control of its transmission assets as more fully set forth in its application. Once the Commission has had an adequate opportunity to review the stipulation, as well as the original application and evidence on rehearing, a decision will be made on the merits of the request to adopt the stipulation and approve the transfer of functional control. In the event that the Commission determines that additional

information or clarification is needed, requests for information will be issued or a hearing will be scheduled.

IT IS THEREFORE ORDERED that the hearing scheduled on April 21, 2004 is cancelled, subject to being rescheduled if needed in accordance with the findings herein.

Done at Frankfort, Kentucky, this 20th day of April, 2004.

By the Commission

ATTEST:

Executive Director